

# EXHIBIT 32

Jeff Genereux

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From: Jeff Genereux  
Sent: Wednesday, August 25, 2004 3:56 PM  
To: 'Chao, Stefano'  
Subject: RE: Sum of AIG PV values

Thanks.

Jeff Genereux  
Alan Gray, Inc.  
617-426-6255 Main  
617-598-1514 Direct

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-----Original Message-----

From: Chao, Stefano [mailto:stefano.chao@lehman.com]  
Sent: Wednesday, August 25, 2004 1:56 PM  
To: Jeff Genereux  
Subject: RE: Sum of AIG PV values

Here you go.

Stefano

-----Original Message-----

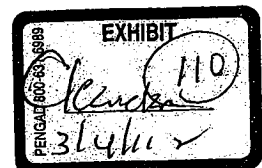
From: Jeff Genereux [mailto:jgenereux@alangray.com]  
Sent: Wednesday, August 25, 2004 2:52 PM  
To: Chao, Stefano  
Subject: FW: Sum of AIG PV values

Stefano,  
Do you have the payment stream (Halliburton) referenced below?

Jeff Genereux  
Alan Gray, Inc.  
617-426-6255 Main  
617-598-1514 Direct

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-----Original Message-----

From: Jeff Genereux  
Sent: Wednesday, August 25, 2004 1:21 PM  
To: 'Epes, Christopher'  
Subject: RE: Sum of AIG PV values

Chris,  
Can you send me the draft stream on Halliburton?  
Thanks,  
Jeff

Jeff Genereux  
Alan Gray, Inc.  
617-426-6255 Main  
617-598-1514 Direct

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-----Original Message-----

From: Epes, Christopher [mailto:chepes@lehman.com]  
Sent: Tuesday, August 24, 2004 1:50 PM  
To: Jeff Genereux; Mike Ceppi  
Subject: FW: Sum of AIG PV values

The numbers below are from the spreadsheet handed out at the meeting last Friday with Halliburton.

Where did your number (\$173,663,101) come from? Maybe for purposes of the engagement letter I should round it to \$173.6 million and see what they say.

Thoughts?

> -----Original Message-----  
> From: Chao, Stefano  
> Sent: Tuesday, August 24, 2004 2:45 PM  
> To: Epes, Christopher  
> Subject: Sum of AIG PV values  
>

>  
 >  
 > Sum of AIG PV values,  
 >  
 > AIU \$67,691,187  
 > American Home Assurance \$6,149,749  
 > Birmingham Fire \$896,696  
 > Granite \$27,888,523  
 > Insurance Comp. Of State of PA \$87,243  
 > Lexington \$46,869,217  
 > National Union \$24,037,941  
 > Total \$173,620,556  
 >  
 >  
 >  
 > Stefano Chao  
 > LEHMAN BROTHERS  
 > 745, 7th Avenue  
 > New York, NY 10019  
 > Tel: 212-526-1671  
 > Fax: 212-520-0413  
 >  
 >

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Purchase Price		\$173,600,000
Quarter	Date	Payment
1	03/31/05	\$2,748,127
2	06/30/05	\$2,748,127
3	09/30/05	\$2,748,127
4	12/31/05	\$2,748,127
5	03/31/06	\$2,748,127
6	06/30/06	\$2,748,127
7	09/30/06	\$2,748,127
8	12/31/06	\$2,748,127
9	03/31/07	\$2,748,127
10	06/30/07	\$2,748,127
11	09/30/07	\$2,748,127
12	12/31/07	\$2,748,127
13	03/31/08	\$2,748,127
14	06/30/08	\$2,748,127
15	09/30/08	\$2,748,127
16	12/31/08	\$2,748,127
17	03/31/09	\$9,160,423
18	06/30/09	\$9,160,423
19	09/30/09	\$9,160,423
20	12/31/09	\$9,160,423
21	03/31/10	\$9,160,423
22	06/30/10	\$9,160,423
23	09/30/10	\$9,160,423
24	12/31/10	\$9,160,423
25	03/31/11	\$9,160,423
26	06/30/11	\$9,160,423
27	09/30/11	\$9,160,423
28	12/31/11	\$9,160,423
29	03/31/12	\$9,160,423
30	06/30/12	\$9,160,423
31	09/30/12	\$9,160,423
32	12/31/12	\$9,160,423
33	03/31/13	\$9,160,423
34	06/30/13	\$9,160,423
35	09/30/13	\$9,160,423
36	12/31/13	\$9,160,423
37	03/31/14	\$9,160,423
38	06/30/14	\$9,160,423
39	09/30/14	\$9,160,423
40	12/31/14	\$9,160,423
Total		\$263,820,187

Orig. TL  
 SW 265M  
 HW 226.5  
 TL 491.5M  
 ALAN 151.2M  
 226.5M  
 377.7M  
 67.2M  
 156M  
 222.2M  
 173.7  
 121.7

30  
 SW 299.4  
 HW 70.0  
 100

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DRESSER - AIG: SUMMARY OF AIG SETTLEMENT ALLOCATIONS - STUDEBAKER WORTHINGTON

## STUDEBAKER WORTHINGTON

AIG CO	POL NO	START DATE	END DATE	LIMIT	PART OF	EXCESS OF	LYR SHRE	AVAILABLE	01/01/2009 to 06/30/2010		NOMINAL IMPACTS		NPV 5.5% IMPACTS	
									Nominal Total	NPV Total	July 2009	July 2010	July 2009	July 2010
AU	GLA1276148	03/01/79	03/01/80	10,000,000	10,000,000	0	100.00%	2,500,000	0	0	0	0	0	0
GS	68855584	03/01/85	03/01/86	5,000,000	10,000,000	10,000,000	100.00%	2,500,000	0	0	0	0	0	0
AU	75100055	01/01/78	03/01/79	2,500,000	10,000,000	20,000,000	15.02%	1,458,333	879,476	678,190	558,373	321,104	438,826	239,263
GS	SCL08994064	01/01/78	12/31/77	2,500,000	10,000,000	20,000,000	33.49%	3,250,000	2,056,069	1,591,724	1,457,491	598,578	1,145,706	446,017
GS	68801963	03/01/80	03/01/81	10,000,000	25,000,000	20,000,000	51.50%	5,000,000	3,712,834	2,874,167	2,631,784	1,080,550	2,068,798	805,372
AU	75101026	03/01/79	03/01/80	2,500,000	5,000,000	25,000,000	5.26%	1,250,000	898,304	693,483	571,059	328,245	448,899	244,844
GS	68812370	03/01/81	03/01/82	15,000,000	25,000,000	25,000,000	31.58%	7,500,000	5,687,573	4,387,600	4,017,587	1,649,986	3,158,149	1,226,451
GS	68823216	03/01/82	03/01/83	15,000,000	25,000,000	25,000,000	31.58%	7,500,000	5,688,984	4,388,077	4,018,573	1,650,391	3,158,925	1,227,752
GS	68833892	03/01/83	03/01/84	15,000,000	25,000,000	25,000,000	31.58%	7,500,000	5,689,946	4,389,437	4,019,268	1,650,779	3,159,472	1,229,965
AHA	CE355594	03/21/69	03/21/72	5,000,000	5,000,000	30,000,000	27.41%	7,500,000	4,324,334	3,347,767	3,066,545	1,257,789	2,410,553	937,214
AHA	CE269323	03/21/72	01/01/75	5,000,000	5,000,000	30,000,000	25.36%	6,944,444	3,621,314	2,803,510	2,568,080	1,053,300	2,018,683	784,846
AU	CE1011901	01/01/75	01/01/78	5,000,000	10,000,000	30,000,000	27.41%	7,500,000	3,898,013	2,398,313	2,105,100	902,913	1,725,527	627,768
AU	122945281	01/01/78	03/01/79	5,000,000	10,000,000	30,000,000	10.66%	2,916,667	2,038,088	1,577,776	1,444,089	593,999	1,135,171	42,605
AU	122932181	03/01/79	03/01/80	5,000,000	10,000,000	30,000,000	9.14%	2,500,000	2,118,850	1,640,298	1,501,313	617,537	1,180,154	80,144
AU	75100054	01/01/78	03/01/79	6,500,000	40,000,000	40,000,000	18.12%	3,791,667	1,877,483	1,447,780	1,192,205	685,278	937,170	50,620
AU	75101027	03/01/79	03/01/80	6,500,000	40,000,000	40,000,000	16.39%	3,250,000	1,620,587	1,481,029	1,219,575	701,012	958,685	522,444
GS	SCL08994060	10/01/76	12/31/76	2,000,000	40,000,000	40,000,000	1.26%	250,000	117,707	91,124	83,439	34,268	65,590	25,534
GS	SCL08994063	01/01/77	12/31/77	6,500,000	40,000,000	40,000,000	6.30%	1,250,000	997,253	772,032	705,925	280,326	555,700	218,337
ISOP	41771265	10/01/76	12/31/76	2,000,000	40,000,000	40,000,000	1.26%	250,000	112,720	87,264	79,934	32,786	62,835	24,430
LEX	GC5500201	10/01/74	01/01/77	5,000,000	40,000,000	40,000,000	28.36%	5,625,000	1,878,337	1,454,081	1,330,272	548,085	1,045,702	408,375
AU	122945282	01/01/78	03/01/79	5,000,000	40,000,000	40,000,000	14.71%	2,916,667	1,808,617	1,400,133	1,281,497	527,120	1,007,361	392,772
AU	122532182	03/01/79	03/01/80	5,000,000	40,000,000	40,000,000	12.61%	2,500,000	1,650,141	1,432,278	1,310,919	538,222	1,030,469	401,795
AU	75103524	03/01/83	03/01/84	10,000,000	25,000,000	50,000,000	40.80%	5,000,000	2,867,579	2,211,285	1,820,916	1,046,652	1,431,388	770,897
AU	75103591	03/01/84	03/01/85	15,000,000	50,000,000	50,000,000	68.80%	7,500,000	3,573,985	2,758,027	2,269,492	1,304,503	1,784,005	972,021
AU	75100053	01/01/78	03/01/79	1,000,000	50,000,000	100,000,000	1.41%	583,333	91,941	70,809	58,263	33,558	46,894	25,805
AU	75101028	03/01/79	03/01/80	1,000,000	50,000,000	100,000,000	1.20%	500,000	92,252	71,158	58,871	33,380	46,278	25,153
AU	75100908	03/01/82	03/01/83	10,000,000	50,000,000	100,000,000	12.05%	5,000,000	927,135	714,945	588,733	338,402	462,792	252,153
AU	75103525	03/01/83	03/01/84	10,000,000	100,000,000	100,000,000	12.05%	5,000,000	927,135	714,945	588,733	338,402	462,792	252,153
AU	75103592	03/01/84	03/01/85	10,000,000	50,000,000	100,000,000	12.05%	5,000,000	927,135	714,945	588,733	338,402	462,792	252,153
BIRM	SE6073331	01/01/78	03/01/79	5,000,000	50,000,000	100,000,000	7.03%	2,916,667	578,855	446,583	409,089	167,786	321,561	125,022
BIRM	SE6073469	03/01/79	03/01/80	5,000,000	50,000,000	100,000,000	6.82%	2,500,000	581,702	450,336	412,506	169,196	324,263	128,073
GS	68833993	03/01/83	03/01/84	10,000,000	100,000,000	100,000,000	12.05%	5,000,000	1,111,929	860,810	788,216	323,713	619,602	241,208
GS	68844537	03/01/84	03/01/85	10,000,000	50,000,000	100,000,000	12.05%	5,000,000	1,111,929	860,810	788,216	323,713	619,602	241,208
AU	12264440	03/01/80	03/01/81	10,000,000	50,000,000	100,000,000	12.05%	5,000,000	1,101,084	898,833	822,673	338,391	646,688	252,145
AU	12260084	03/01/81	03/01/82	10,000,000	50,000,000	100,000,000	12.05%	5,000,000	1,101,084	898,833	822,673	338,391	646,688	252,145
GS	68812371	03/01/81	03/01/82	5,000,000	50,000,000	150,000,000	32.13%	2,500,000	555,885	430,405	394,108	161,857	309,801	120,604
GS	68823217	03/01/82	03/01/83	5,000,000	50,000,000	150,000,000	32.13%	2,500,000	555,885	430,405	394,108	161,857	309,801	120,604
LEX	GC5511459	05/15/79	03/01/80	7,000,000	50,000,000	150,000,000	35.74%	2,780,556	944,944	499,272	456,761	188,183	359,052	140,220
AU	75103656	03/01/85	03/01/86	?					0	0	0	0	0	0
AU	75103683	03/01/85	03/01/86	?					0	0	0	0	0	0
AU	9805832	03/01/85	03/01/86	?					0	0	0	0	0	0
				265,000,000				151,183,334	67,186,012	51,967,160	46,516,152	20,669,860	36,565,476	15,401,630

## STUDEBAKER WORTHINGTON SUMMARY

AIG CO	LIMIT	PART OF	EXCESS OF	LYR SHRE	POL LIMIT	01/01/2009 to 06/30/2010		NOMINAL IMPACTS		NPV 5.5% IMPACTS	
						Nominal Total	NPV Total	July 2009	July 2010	July 2009	July 2010
AU	75,000,000				42,083,333	14,894,031	11,554,693	9,515,073	5,468,958	7,478,620	4,075,074
AHA	10,000,000				14,444,444	7,945,648	6,151,277	5,634,553	2,311,095	4,428,216	1,722,061
BIRM	10,000,000				5,416,667	1,158,557	896,819	821,575	336,982	645,825	251,095
GS	101,000,000				49,750,000	27,225,935	21,877,191	19,289,718	7,926,218	15,171,145	5,906,046
ISOP	2,000,000				250,000	112,720	87,264	79,934	32,786	62,835	24,430
LEX	12,000,000				8,405,556	2,523,282	1,953,353	1,787,034	736,248	1,404,754	548,599
AU	55,000,000				30,833,334	13,235,838	10,246,863	9,378,265	3,857,573	7,372,077	2,874,385
				265,000,000	151,183,334	67,186,012	51,967,160	46,516,152	20,669,860	36,565,476	15,401,630
						30.10%	29.92%				

## HARBISON WALKER

HARBISON WALKER										06/30/2009 to 06/30/2010		NOMINAL IMPACTS		NPV 5.5% IMPACTS	
AIG CO	POL NO	START DATE	END DATE	LIMIT	PART OF	EXCESS OF	LYR SHRE	POL LIMIT	06/30/2009 to 06/30/2010		07/05/09	07/05/10	07/05/09	07/05/10	
									Nominal Total	NPV Total	July 2009	July 2010	July 2009	July 2010	
LEX	GC 403143	11/01/71	10/31/72	7,500,000	22,500,000	10,000,000	100.00%	7,500,000	7,466,222	5,823,531	6,354,573	1,111,650	4,995,210	828,321	
LEX	5513423	11/01/78	10/31/79	5,000,000	20,000,000	30,000,000	50.00%	5,000,000	5,933,983	4,828,410	5,050,470	863,514	3,970,079	659,331	
NU	1226717	11/01/78	10/31/79	5,000,000	20,000,000	30,000,000	50.00%	5,000,000	5,942,122	4,834,808	5,058,608	863,514	3,976,477	659,331	
LEX	GC 403438 / K25020	11/01/72	10/31/73	9,000,000	15,000,000	50,000,000	100.00%	9,000,000	7,176,831	5,597,817	6,108,389	1,068,562	4,801,585	796,215	
GS	80-94116	11/01/77	10/31/78	5,000,000	25,000,000	75,000,000	12.50%	5,000,000	4,384,264	3,404,126	3,716,217	648,047	2,821,248	492,874	
GS	SCLD 80-94102	11/01/78	10/31/77	5,000,000	25,000,000	75,000,000	12.50%	5,000,000	4,377,053	3,414,107	3,727,107	649,486	2,829,808	484,293	
LEX	GC 5505740	11/01/79	10/31/80	10,000,000	25,000,000	75,000,000	25.00%	10,000,000	8,269,765	6,590,281	7,036,476	1,231,289	5,532,613	917,668	
LEX	UNK(RLJ2901)	11/01/78	10/31/77	10,000,000	25,000,000	75,000,000	25.00%	10,000,000	8,730,524	6,809,865	7,430,832	1,299,892	5,841,079	968,586	
NU	1228949	11/01/77	10/31/78	5,000,000	25,000,000	75,000,000	12.50%	5,000,000	4,358,478	3,399,577	3,710,431	648,047	2,819,699	482,878	
NU	UNK(RLJ2900)	11/01/76	10/31/77	5,000,000	25,000,000	75,000,000	12.50%	5,000,000	4,371,249	3,409,539	3,721,303	649,486	2,825,246	484,283	
NU	75-100374	11/01/78	10/31/79	5,000,000	25,000,000	100,000,000	100.00%	5,000,000	3,972,148	3,098,492	4,112,000	560,118	2,682,132	417,260	
AU	75-100944	11/01/79	10/31/80	5,000,000	50,000,000	150,000,000	11.11%	6,000,000	3,181,598	2,482,821	2,732,057	448,642	2,148,326	394,296	
LEX	5514046	11/01/80	10/31/81	10,000,000	50,000,000	150,000,000	22.22%	10,000,000	5,601,554	4,369,120	4,677,536	834,018	3,747,670	621,450	
LEX	5520193	11/01/81	10/31/82	10,000,000	50,000,000	150,000,000	22.22%	10,000,000	5,658,330	4,413,404	4,815,858	842,472	3,785,655	627,749	
LEX	55241513	11/01/82	10/31/83	10,000,000	50,000,000	150,000,000	22.22%	10,000,000	5,749,932	4,484,853	4,893,872	856,110	3,846,941	637,912	
LEX	IS 5513981	11/01/79	10/31/80	5,000,000	50,000,000	150,000,000	11.11%	5,000,000	3,013,152	2,358,200	2,584,522	448,630	2,015,923	334,287	
NU	1226858	11/01/79	10/31/80	5,000,000	50,000,000	150,000,000	11.11%	5,000,000	3,017,285	2,353,458	2,588,655	448,630	2,019,171	334,287	
AU	75-100965	11/01/83	10/31/84	50,000,000	50,000,000	210,000,000	100.00%	50,000,000	30,204,875	23,639,281	26,022,951	4,721,924	20,456,151	3,183,130	
AU	75-108315	11/01/82	10/31/83	15,000,000	50,000,000	215,000,000	42.86%	15,000,000	9,107,063	7,106,298	7,822,863	1,284,200	6,149,405	956,993	
AU	75-100945	11/01/80	10/31/81	10,000,000	50,000,000	215,000,000	28.57%	10,000,000	5,914,701	4,615,278	5,080,660	834,041	3,993,811	621,467	
AU	75-800746	11/01/81	10/31/82	10,000,000	50,000,000	215,000,000	28.57%	10,000,000	5,974,650	4,667,057	5,132,156	842,494	4,034,291	627,766	
AU	75-100346	11/01/82	10/31/83	25,000,000	50,000,000	250,000,000	100.00%	25,000,000	13,517,793	10,548,019	11,611,630	1,906,163	9,127,683	1,420,336	
				226,506,000				226,506,000	155,993,573	121,695,941	133,241,724	22,651,849	104,871,416	14,878,525	

DRESSER CLAIMS ONLY  
SPLIT COVERAGEDRESSER/FEDERAL-MOGUL LITIGATION  
AIU/GRANITE STATE INSURANCE COMPANIES

Insurer	Policy No.	Named Insured	Policy Period	Layer Limits	Policy Limits (Split Coverage)	Brattle Projection 3/17 (Nominal)	Brattle Projection 3/23 (Nominal)	Brattle Final Projection (Nominal)	% Limits of Final Projection Amount
AIU	75-100053	S-W, Inc., et al. NY, NY	01/01/78-03/01/79	1 mil p/o 50 mil x 100 mil x primary	\$883,333.00	\$74,769	\$90,403	\$87,494.50	15.00
AIU	75-100054	S-W, Inc., et al. NY, NY	01/01/78-03/01/79	6.5 mil p/o 40 mil x 40 mil x primary	\$3,791,667.00	\$1,535,300	\$2,116,603	\$1,971,278.75	51.99
AIU	75-100055	S-W, Inc., et al. NY, NY	01/01/78-03/01/79	2.5 mil p/o 10 mil x 20 mil x primary	\$1,458,333.00	\$823,438	\$1,025,898	\$975,283.00	68.88
AIU	75-101026	S-W, Inc., et al. NY, NY	03/01/79-03/01/80	2.5 mil p/o 5 mil x 25 mil x primary	\$1,250,000.00	\$876,571	\$1,035,938	\$996,096.25	79.69
AIU	75-101027	S-W, Inc., et al. NY, NY	03/01/79-03/01/80	6.5 mil p/o 40 mil x 40 mil x primary	\$3,250,000.00	\$155,808	\$2,198,747	\$1,688,012.25	51.94
AIU	75-101028	S-W, Inc., et al. NY, NY	03/01/79-03/01/80	1 mil p/o 50 mil x 100 mil x primary	\$500,000.00	\$79,431	\$91,163	\$88,230.00	17.65
AIU	75-100908	M-E* Illinois	03/01/82-03/01/83	10 mil p/o 30 mil x 100 mil x primary	\$5,000,000.00	\$794,310	\$911,623	\$882,296.25	17.65
AIU	75-103524	M-E* Illinois	03/01/83-03/01/84	10 mil p/o 25 mil x 50 mil x primary	\$5,000,000.00	\$2,370,396	\$3,176,302	\$2,974,825.50	59.50
AIU	75-103525	M-E* Illinois	03/01/83-03/01/84	10 mil p/o 100 mil x 100 mil x primary	\$5,000,000.00	\$794,310	\$911,623	\$882,296.25	17.65
AIU	75-103591	M-E* Illinois	03/01/84-03/01/85	15 mil p/o 50 mil x 50 mil x primary	\$7,500,000.00	\$3,004,471	\$3,782,691	\$3,588,136.00	47.84
AIU	75-103592	M-E* Illinois	03/01/84-03/01/85	10 mil p/o 50 mil x 100 mil x primary	\$5,000,000.00	\$794,310	\$911,623	\$882,296.25	17.65
Granite State	SCLD 80-94000	S-W, Inc., et al. NY, NY	10/01/76-01/01/77	2 mil p/o 40 mil x 40 mil underlying	\$250,000.00	\$77,290	\$104,197	\$97,470.25	38.98
Granite State	SCLD 80-94003	S-W, Inc. NY, NY	01/01/77-01/01/78	2.5 mil p/o 10 mil x 20 mil underlying	\$1,250,000.00	\$828,643	\$880,547	\$867,571.00	69.41
Granite State	SCLD 80-94064	S-W, et al. NY, NY	01/01/77-01/01/78	6.5 mil p/o 40 mil x 40 mil underlying	\$3,250,000.00	\$1,332,391	\$1,884,600	\$1,746,547.75	53.74
				Total	\$43,083,333.00	\$13,545,438	\$19,121,968	\$17,727,834	41.15

\* McGraw-Edison Company and all subsidiaries and divisions as now or hereinafter existing.

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Attorney Work Product  
Draft

APRIL 5, 2004

CONFIDENTIAL

GRANITE\_ALAN GRAY 1211



DRESSER CLAIMS ONLY  
SPLIT COVERAGEDRESSER/FEDERAL-MOGUL LITIGATION  
AIG'S COMPANIES

Insurer	Policy No.	Named Insured	Policy Period	Layer Limits	Policy Limit (Split Coverage)	Brattle Projection 2/17 (Quintile)	Brattle 2/23 Projection (Quintile)	% of Limits of Final Projection Amount
American Home Assurance	CE-2692313	S-W, Inc. + NY, NY	05/21/72-01/01/75	5 mil x 10 mil x primary	\$5,944,444.00	\$2,116,030.00	\$3,599,995.00	\$2,273,481.00
American Home Assurance	CE-335594	S-W, Inc. + NY, NY	07/21/69-02/21/72	5 mil x 10 mil x primary	\$7,500,000.00	\$2,846,990.00	\$4,321,511.00	\$2,953,195.75
American Home Assurance (London)	A-741899	S-W, Inc. + NY, NY	10/01/74-02/21/77	5 mil x 10 mil x 40 mil	\$6,551,000.00 (London Settlement)			52.71
American Home Assurance (London)	P-4105379	S-W, Inc. + NY, NY	04/15/79-04/15/80	5 mil pto 40 mil x primary	\$2,500,000.00 (London Settlement)			
Birmingham Fire Ins. Co. of PA	SE 6073311	S-W, Inc. + NY, NY	01/01/78-01/01/79	5 mil pto 50 mil x 100 mil	\$2,916,667.00	\$397,843.00	\$452,014.00	\$407,971.75
Birmingham Fire Ins. Co. of PA	SE 6073469	S-W, Inc. + NY, NY	01/01/79-01/01/80	5 mil pto 50 mil x 100 mil	\$2,500,000.00	\$397,153.00	\$455,812.00	\$441,148.50
Granite State	6480-1903	M-E* Illinois	03/01/80-03/01/81	10 mil pto 25 mil x 20 mil	\$3,000,000.00	\$3,374,136.00	\$3,355,474.00	\$3,246,137.00
Granite State	6481-2370	M-E* Illinois	03/01/81-03/01/82	15 mil pto 25 mil x 25 mil	\$7,500,000.00	\$3,658,380.00	\$3,437,503.00	\$3,607,734.50
Granite State	6481-2371	M-E* Illinois	03/01/82-03/01/83	5 mil pto 50 mil x 150 mil	\$2,500,000.00	\$775,311.00	\$437,580.00	\$432,012.75
Granite State	6483-2216	M-E* Illinois	03/01/83-03/01/84	15 mil pto 25 mil x 25 mil	\$7,500,000.00	\$3,659,560.00	\$3,439,893.00	\$3,609,807.25
Granite State	6483-2217	M-E* Illinois	03/01/84-03/01/85	5 mil pto 50 mil x 150 mil	\$2,500,000.00	\$775,311.00	\$437,580.00	\$432,012.75
Granite State	6483-2218	M-E* Illinois	03/01/85-03/01/86	15 mil pto 25 mil x 25 mil	\$7,500,000.00	\$3,660,346.00	\$3,441,579.00	\$3,611,376.25
Granite State	6483-2219	M-E* Illinois	03/01/86-03/01/87	10 mil pto 100 mil x 100 mil	\$5,000,000.00	\$710,673.00	\$573,160.00	\$544,033.75
Granite State	6484-4237	M-E* Illinois	03/01/87-03/01/88	10 mil pto 50 mil x 100 mil	\$5,000,000.00	\$710,673.00	\$573,160.00	\$544,033.75
Granite State	6485-3584	M-E* Illinois	03/01/88-03/01/89	5 mil pto 10 mil x 10 mil	\$2,500,000.00 (Adverser Exclusion)			
Ins. Co. of the State of PA	4176-7295	S-W, Inc. + NY, NY	10/01/76-10/01/77	2 mil pto 40 mil x 40 mil	\$250,000.00	\$73,079.00	\$100,023.00	\$97,281.30
Lexington	GC 5500301	S-W, Inc. + NY, NY	10/01/77-04/15/79	5 mil pto 40 mil x 40 mil	\$5,612,000.00	\$1,186,597.00	\$1,079,850.00	\$1,556,236.75
Lexington	GC 5511439	S-W, Inc. + NY, NY	04/15/79-04/15/80	7 mil pto 50 mil x 150 mil	\$2,790,556.00	\$411,723.00	\$506,963.00	\$490,653.00
Lexington (London)	P-4105379	S-W, Inc. + NY, NY	04/15/79-04/15/80	5 mil pto 40 mil x primary	\$2,500,000.00 (London Settlement)			
Lexington (London)	A-741899	S-W, Inc. + NY, NY	04/15/79-04/15/80	5 mil x 10 mil x 40 mil	\$5,750,000.00 (London Settlement)			
National Union	1239453	S-W, Inc. + NY, NY	10/01/78-01/01/81	LAYER A 5 mil pto 10 mil x 20 mil x primary	\$1,300,000.00	\$1,473,976.00	\$2,040,921.00	\$1,914,184.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/81-01/01/82	LAYER B 5 mil pto 40 mil x 40 mil x primary	\$1,300,000.00	\$1,190,773.00	\$1,691,344.00	\$1,569,701.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/82-01/01/83	LAYER C 5 mil pto 10 mil x 20 mil x primary	\$3,916,667.00	\$1,545,865.00	\$2,540,913.00	\$1,871,650.50
National Union	1239453	S-W, Inc. + NY, NY	01/01/83-01/01/84	LAYER D 5 mil pto 40 mil x 40 mil x primary	\$3,916,667.00	\$1,181,000.00	\$1,028,155.00	\$1,516,368.50
National Union	1239453	S-W, Inc. + NY, NY	01/01/84-01/01/85	10 mil pto 50 mil x 100 mil	\$5,000,000.00	\$794,310.00	\$911,623.00	\$882,396.25
National Union	1239453	S-W, Inc. + NY, NY	01/01/85-01/01/86	10 mil pto 50 mil x 100 mil	\$5,000,000.00	\$794,310.00	\$911,623.00	\$882,396.25
National Union	1239453	S-W, Inc. + NY, NY	01/01/86-01/01/87	5 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/87-01/01/88	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/88-01/01/89	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/89-01/01/90	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/90-01/01/91	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/91-01/01/92	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/92-01/01/93	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/93-01/01/94	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/94-01/01/95	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/95-01/01/96	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/96-01/01/97	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/97-01/01/98	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/98-01/01/99	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/99-01/01/00	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/00-01/01/01	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/01-01/01/02	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/02-01/01/03	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/03-01/01/04	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/04-01/01/05	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/05-01/01/06	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/06-01/01/07	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/07-01/01/08	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/08-01/01/09	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/09-01/01/10	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/10-01/01/11	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/11-01/01/12	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/12-01/01/13	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/13-01/01/14	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/14-01/01/15	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/15-01/01/16	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/16-01/01/17	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/17-01/01/18	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/18-01/01/19	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/19-01/01/20	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/20-01/01/21	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/21-01/01/22	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/22-01/01/23	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/23-01/01/24	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/24-01/01/25	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/25-01/01/26	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/26-01/01/27	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/27-01/01/28	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/28-01/01/29	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/29-01/01/30	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/30-01/01/31	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/31-01/01/32	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/32-01/01/33	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/33-01/01/34	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/34-01/01/35	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/35-01/01/36	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/36-01/01/37	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/37-01/01/38	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/38-01/01/39	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/39-01/01/40	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/40-01/01/41	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/41-01/01/42	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/42-01/01/43	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,365.00	\$3,077,358.00	\$3,611,084.75
National Union	1239453	S-W, Inc. + NY, NY	01/01/43-01/01/44	10 mil pto 10 mil x 30 mil	\$7,500,000.00	\$2,053,3		



5/11/2004

Privileged and Confidential

Payable by Carrier  
Participating Carrier Only  
NPV at 5.5%

Carrier	Participating Carriers	Nominal Payments for Participating Carriers									
		Jan 5, 2005	July 5, 2005	Jan 5, 2006	Jan 5, 2007	Jan 5, 2008	Jan 5, 2009	July 5, 2009	July 5, 2010		
ACE USA Companies <sup>1</sup>	NPV at 5.5% <sup>2</sup>	\$79,046,410	\$61,459,237								
Aetna Casualty		\$8,079,841	\$8,079,841	\$0	\$0	\$0	\$0	\$62,866,120	\$16,178,291		
Alliant		\$7,584,064	\$7,584,064	\$0	\$0	\$0	\$0	\$0	\$0		
American Home Assurance <sup>3</sup>		\$6,149,749	\$6,149,749	\$0	\$0	\$0	\$0	\$0	\$0		
American Rx / American Excess		\$11,287,352	\$11,287,352	\$0	\$0	\$0	\$0	\$0	\$0		
Appalachian		\$22,776,437	\$18,345,538	\$0	\$0	\$0	\$0	\$20,694,788	\$0		
Associated International		\$344,486	\$344,486	\$0	\$0	\$0	\$0	\$0	\$0		
Birmingham Fire <sup>4</sup>		\$306,606	\$306,606	\$0	\$0	\$0	\$0	\$0	\$0		
Columbia		\$20,000	\$20,000	\$0	\$0	\$0	\$0	\$0	\$0		
Columbia Casualty		\$11,502,387	\$11,502,387	\$0	\$2,892,179	\$3,051,250	\$3,219,069	\$0	\$0		
Continental Casualty		\$1,036,875	\$1,036,875	\$0	\$544,137	\$605,636	\$638,047	\$0	\$0		
Continental Insurance		\$9,942,928	\$9,942,928	\$0	\$1,879,523	\$2,092,935	\$2,070,014	\$0	\$0		
Employers Mutual Casualty		\$6,770,146	\$6,770,146	\$0	\$1,463,636	\$852,623	\$899,317	\$0	\$0		
Employers Re		\$4,020,693	\$4,020,693	\$0	\$757,178	\$0	\$0	\$2,513,439	\$0		
European General		\$236,640	\$236,640	\$0	\$0	\$0	\$0	\$0	\$0		
Evansville Insurance		\$906,539	\$906,539	\$0	\$0	\$0	\$0	\$0	\$0		
Everett / McKinley / Prudential Reinsurance		\$31,402,182	\$24,749,514	\$0	\$0	\$0	\$0	\$0	\$0		
Fairfax <sup>5</sup>		\$9,240,856	\$8,244,969	\$0	\$1,767,467	\$1,833,758	\$1,902,695	\$31,492,152	\$0		
F&C		\$14,364,657	\$12,852,884	\$0	\$2,852,931	\$2,852,931	\$2,852,931	\$2,081,131	\$0		
Federal		\$10,046,853	\$10,046,853	\$0	\$0	\$0	\$0	\$0	\$0		
Fireman's Fund / National Surety		\$59,095,971	\$50,339,063	\$0	\$4,092,459	\$0	\$0	\$40,175,256	\$0		
Grain <sup>6</sup>		\$27,888,233	\$27,888,233	\$0	\$0	\$0	\$0	\$0	\$0		
Harbor		\$12,786,762	\$11,509,871	\$0	\$2,531,092	\$2,530,347	\$2,605,941	\$0	\$0		
Hartford		\$88,273,435	\$82,928,274	\$0	\$36,473,465	\$0	\$0	\$16,083,120	\$0		
INSCO, Ltd		\$104,515	\$104,515	\$0	\$0	\$0	\$0	\$0	\$0		
Insurance Comp. Of State of TX <sup>7</sup>		\$87,243	\$87,243	\$0	\$0	\$0	\$0	\$0	\$0		
Levington <sup>8</sup>		\$46,309,217	\$46,309,217	\$0	\$0	\$0	\$0	\$0	\$0		
National Union <sup>9</sup>		\$72,921,937	\$72,921,937	\$0	\$15,886,802	\$0	\$0	\$53,794,757	\$0		
Northbrook		\$32,267,943	\$32,267,943	\$0	\$0	\$0	\$0	\$0	\$0		
Northwestern National Insurance Company		\$2,411,962	\$2,411,962	\$0	\$0	\$0	\$0	\$0	\$0		
One Beacon / CGU <sup>10</sup>		\$1,441,651	\$1,441,651	\$0	\$2,730,408	\$0	\$0	\$9,463,086	\$0		
Providence Washington		\$239,248	\$239,248	\$0	\$0	\$0	\$0	\$0	\$0		
Pittman		\$5,831,720	\$5,133,208	\$0	\$1,354,459	\$0	\$0	\$2,932,199	\$0		
Royal		\$30,000	\$30,000	\$0	\$0	\$0	\$0	\$0	\$0		
Sentry / Great Southwest Fire		\$441,148	\$441,148	\$0	\$0	\$0	\$0	\$0	\$0		
Stonewall		\$12,833,276	\$10,936,990	\$0	\$2,370,972	\$0	\$0	\$0	\$0		
Swiss Re		\$234,751	\$234,751	\$0	\$0	\$0	\$0	\$0	\$0		
Transcontinental		\$1,031,071	\$947,047	\$0	\$210,214	\$0	\$0	\$0	\$0		
Yosemite		\$1,192,292	\$1,192,292	\$0	\$0	\$0	\$0	\$0	\$0		
Zurich		\$190,270	\$190,270	\$0	\$0	\$0	\$0	\$0	\$0		
Total		\$624,984,593									

<sup>1</sup> All payments discontinued in January 5, 2005. July 5, 2005 payment is not discontinued.<sup>2</sup> Including Aetna Insurance, California Union, Century Indemnity, Central National, INA, Pacific Employers, St. Paul Mercury, and US Fire.<sup>3</sup> The precise form and payment schedule for AIG's agreed NPV payment obligations will be determined on terms acceptable to Halibut and AIG.<sup>4</sup> Fairfax Financial Holdings, Limited, including TIG, International, ISLIC, and US Fire.<sup>5</sup> Including ELAC, Employers CU, ESILC, and Falcon.

## HARBISON-WALKER/DESSER LITIGATION \*\*\*AIG INSURANCE COMPANIES ALLOCATION FOR MARCH 30-31 OFFER AND FINAL SETTLEMENT PROPOSAL\*\*\*

INSURER NAME	POLICY PERIOD	POLICY NUMBER	LAYER LIMITS	POLICY LIMITS	NERA 3/1/80 Model (Nominal)	NERA 3/29 MODEL 80 (Nominal)	Final Offer Amount	% of Limits for Final Offer Amount (Nominal)	60% of Total Limits
Insurance Co.	1/01/78-1/01/79	75-100974	5 mil p/c 25 mil x 100 mil	\$5,000,000.00	\$3,377,163.00	\$3,542,620.00	\$3,501,235.75	70.03	\$3,000,000.00
	1/01/79-1/01/80	75-100944	5 mil p/c 50 mil x 150 mil	\$5,000,000.00	\$2,764,500.00	\$2,764,500.00	\$2,764,500.00	55.29	\$3,000,000.00
	1/01/80-1/01/81	75-100945	10 mil p/c 50 mil x 215 mil	\$10,000,000.00	\$4,468,731.00	\$5,530,000.00	\$5,315,922.75	53.14	\$6,000,000.00
	1/01/81-1/01/82	75-100946	10 mil p/c 50 mil x 215 mil	\$10,000,000.00	\$4,118,846.00	\$5,530,000.00	\$5,331,461.50	53.31	\$6,000,000.00
	1/01/82-1/01/83	75-100943	15 mil p/c 50 mil x 215 mil	\$15,000,000.00	\$7,129,015.00	\$8,393,500.00	\$8,114,781.75	54.10	\$9,000,000.00
	1/01/83-1/01/84	75-100944	25 mil p/c 50 mil x 150 mil	\$25,000,000.00	\$8,330,000.00	\$13,820,600.00	\$12,540,373.00	50.20	\$15,000,000.00
	1/01/83-1/01/84	75-100963	50 mil p/c 210 mil	\$50,000,000.00	\$25,031,223.00	\$27,545,000.00	\$26,996,630.75	53.99	\$30,000,000.00
			\$120 mil	\$120,000,000.00	\$56,986,778.00	\$87,126,121.00	\$84,591,285.75	53.85	\$70,000,000.00
State Ins. Co.	1/01/76-1/01/77	80-94102	5 mil p/c 25 mil x 75 mil	\$5,000,000.00	\$3,837,148.00	\$3,995,670.00	\$3,956,046.75	79.12	\$3,000,000.00
	1/01/77-1/01/78	80-94116	5 mil p/c 25 mil x 75 mil	\$5,000,000.00	\$3,833,105.00	\$3,986,814.00	\$3,943,386.75	78.97	\$3,000,000.00
			\$10 mil	\$10,000,000.00	\$7,670,254.00	\$7,982,484.00	\$7,904,331.00	79.04	\$6,000,000.00
mark Ins. Co.	1/01/78-1/01/84	FE 4002121	5 mil p/c 40 mil x 200 mil	\$5,000,000.00	\$0.00	\$0.00	\$0.00	0.00	\$1,000,000.00
			\$5 mil	\$5,000,000.00	\$0.00	\$0.00	\$0.00	0.00	\$1,000,000.00
ington Ins. Co.	1/01/71-1/01/72	GC 040 2143	7.5 mil p/c 22.5 mil x 150 mil	\$7,500,000.00	\$5,715,715.00	\$5,735,725.00	\$5,735,725.00	76.16	\$4,500,000.00
	1/01/72-1/01/73	GC 103 338 403437	5 mil p/c 15 mil x 50 mil (annual)	\$5,000,000.00	\$7,604,437.00	\$7,604,437.00	\$7,604,437.00	90.21	\$5,000,000.00
	1/01/76-1/01/77	(BL2000)	10 mil p/c 25 mil x 75 mil	\$10,000,000.00	\$7,024,291.00	\$7,921,359.00	\$7,921,359.00	79.12	\$5,000,000.00
	1/01/77-1/01/78	GC 550 3740	10 mil p/c 25 mil x 75 mil	\$10,000,000.00	\$7,283,900.00	\$7,374,947.00	\$7,301,933.75	73.02	\$5,000,000.00
	1/01/78-1/01/79	551 3423	5 mil p/c 20 mil x 50 mil	\$5,000,000.00	\$4,607,500.00	\$4,607,500.00	\$4,607,500.00	92.15	\$3,000,000.00
	1/01/79-1/01/80	551 3981	5 mil p/c 20 mil x 50 mil	\$5,000,000.00	\$2,764,500.00	\$2,764,500.00	\$2,764,500.00	55.29	\$3,000,000.00
	1/01/80-1/01/81	551 4046	5 mil p/c 20 mil x 50 mil	\$5,000,000.00	\$1,604,731.00	\$5,329,000.00	\$5,312,937.75	53.14	\$6,000,000.00
	1/01/81-1/01/82	552 0123	10 mil p/c 50 mil x 150 mil	\$10,000,000.00	\$4,818,846.00	\$5,329,000.00	\$5,331,461.50	53.31	\$6,000,000.00
	1/01/82-1/01/83	552 41513	10 mil p/c 50 mil x 150 mil	\$10,000,000.00	\$5,052,677.00	\$5,329,000.00	\$5,309,919.25	54.10	\$6,000,000.00
			\$76.5 mil	\$76,500,000.00	\$50,513,660.00	\$53,489,790.00	\$53,715,737.50	68.91	\$45,000,000.00
ional Union Fire Ins. Co. Pittsburgh, PA.	1/01/76-1/01/77	Unknown	5 mil p/c 25 mil x 75 mil	\$5,000,000.00	\$3,837,148.00	\$3,995,670.00	\$3,956,046.75	79.12	\$3,000,000.00
	1/01/77-1/01/78	126640	5 mil p/c 25 mil x 75 mil	\$5,000,000.00	\$3,833,105.00	\$3,986,814.00	\$3,943,386.75	78.97	\$3,000,000.00
	1/01/78-1/01/79	126617	5 mil p/c 20 mil x 50 mil	\$5,000,000.00	\$4,607,500.00	\$4,607,500.00	\$4,607,500.00	92.15	\$3,000,000.00
	1/01/79-1/01/80	126648	5 mil p/c 20 mil x 50 mil	\$5,000,000.00	\$2,764,500.00	\$2,764,500.00	\$2,764,500.00	55.29	\$3,000,000.00
TOTALS			\$231 mil	\$231,000,000.00	\$130,421,927.00	\$143,912,899.00	\$140,867,907.75	61.83	\$134,000,000.00

Privileged and Confidential  
Attorney Work Product

DATE: APRIL 5, 2004

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copy of agent

Assessment1) Issues & Allocation

a - Split Lw DISTN &amp; HW, Bath Tub

b - Straight Bath Tub

c - Policy Split (50% Split DIST)

d - Other Policies / Settlement Agent (Do I need it)

2) Coverage Issues

a - HW - no issues, 1 yr, off work, 1 ASD, 1 ASD, 1 ASD

b - SW (Net Diff = AGI + 20m)

AM HOME  $\Rightarrow$  Need to fixBF  $\Rightarrow$  Confir 1/1/78-3/1/79 = 5m = 2.5mGS  $\Rightarrow$  OK + AFD 3, PUT AS ATU, FR EXCLISOP  $\Rightarrow$  " 10/1/76-1/1/77 full lim. fLEX  $\Rightarrow$  we have \$10m, 3 yrLON  $\Rightarrow$  OKNY  $\Rightarrow$  \$10m, 3 yr Policy, Check 960

AED - OK, 75103656/3663 ???

3) Other - Total Coverage

D \$ 78.9m

HW 183.3m

R \$ 262.2m

TOTAL CAP = 262.2m

Net CAP = 6/30/05 2.7m  $\rightarrow$  12/084) EROSION

M. Miller

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